

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL MEMORANDUM**

**HB 562 - SB 1463**

February 21, 2023

**SUMMARY OF BILL AS AMENDED (004146):** Requires that compensation for members of the National Guard accrue upon being ordered to active state service. Requires the use the state's established weekly pay cycle, as needed.

**FISCAL IMPACT OF BILL AS AMENDED:**

**NOT SIGNIFICANT**

Assumptions for the bill as amended:

- Pursuant to Tenn. Code Ann. § 58-1-109, compensation for such military members shall be paid from the funds appropriated, or otherwise legally made available to the Department of Military (DOM), at the same rate of pay and allowances as are at the time provided for the same grade and ratings in active federal service, except that lesser rates of pay may be prescribed by the adjutant general for personnel on full-time active duty.
- Currently, the schedule for state active duty falls in line with regular state agency payroll cycle submissions.
- This legislation directs DOM to pay active duty employees weekly, as needed. This will not result in an increase in payment to applicable military members, but may shift when such members collect earned compensation, depending upon the individual members' pay periods.
- There will not be a significant impact to state expenditures.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

Krista Lee Carsner, Executive Director

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